1986 FINANCIAL REPORT

CITY OF MEDICINE HAT

MAYOR

T. J. GRIMM

ALDERMEN

L. L. ANDERSON
W. R. BAUMAN
G. L. FLYNN
J. N. HIRSCH
J. G. KELLY
D. M. McCARTNEY
D. M. MOSS
K. C. SAUER

CITY OFFICIALS

COMMISSIONER OF FINANCE AND ADMINISTRATION	R. L. ARDIEL
COMMISSIONER OF UTILITIES	J. W. KERR
COMMISSIONER OF PUBLIC WORKS	L. R. THOMPSON
COMMISSIONER OF COMMUNITY SERVICES	A. T. HAGAN
CITY CLERK	L. P. GODIN
CITY SOLICITOR	
CHIEF OF POLICE	R. A. PALARDY
FIRE CHIEF	R. J. BELL
CITY AUDITORS	JOHNSTON, MORRISON, HUNTER & CO.

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1986 FINANCIAL REPORT
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city of
MEDICINE HAT

580 - 1st STREET S.E., MEDICINE HAT, ALBERTA T1A 8E6 • TELEPHONE: (403) 529-8100 • TELEX: 03-848255

June 12, 1987

His Worship Mayor T.J. Grimm
and Members of the Council
of the City of Medicine Hat

Dear Members of City Council:

I am pleased to submit the audited Financial Report of the City of Medicine Hat for the year ended December 31, 1986.

The presentation format for the 1986 Financial Report has been changed from that used in previous years - especially in the utility statements of revenue and expenditure. The objective of changing the presentation format is to provide more meaningful information regarding the financial results for the numerous City of Medicine Hat operations. I believe that these statements meet that criteria.

For the most part, our revenue and expenditure projections for the year were on target and the approximate 2% increase in the municipal tax levy, which was set by City Council, was sufficient to fund our general municipal operations for the year. There were no increases in the rates for gas, water, sewer or solid waste collection, however there was a small electric rate increase effective February 1, 1986.

Some of the 1986 results that I wish to highlight and comment on are as follows:

OPERATIONS

The combined operating revenues of all funds totalled $114.9 million which is down from $140 million in 1985. These combined revenues include recoveries for interdepartmental charges and transfers from internal reserves and surplus. Revenues are lower in 1986 due mainly to lower gas feedstock sales, a significant decline in gas flowback revenue, and prior years surplus and reserve transfers which were less this year than in 1985. The 1985 decision to retire the $13.5 million in City Hall debentures resulted in a reduced revenue requirement for 1986.

. . . 2/

The combined excess of revenues over expenditures for the year ended December 31, 1986 is $671,316. All funds, with the exception of the Gas Utility, ended the year in a surplus position and the total accumulated surplus as at December 31, 1986 is $2,558,038. The Gas Utility had a deficit of $750,885 on its 1986 operations. Following is a summary of the 1986 results and their effect on the accumulated surplus by fund:

SURPLUS AND ACCUMULATED SURPLUS

	BALANCE DEC 31/85	CURRENT YEAR SURPLUS/ (DEFICIT)	CURRENT YEAR TRANSFERS/ ADJUSTMENTS	BALANCE DEC 31/86
General	1,210,506.	254,331.	(307,036.)	1,157,801.
Electric	(1,070,864.)	592,100.	176,697.	(302,067.)
Gas	145,120.	(750,885.)	606,613.	848.
Water	1,133,847.	205,947.	(323,707.)	1,016,087.
Sewer	692,940.	120,157.	(131,629.)	681,468.
Solid Waste	(245,765.)	249,666.		3,901.
Combined	1,865,784.	671,316.	20,938.	2,558,038.

The Electric Utility had a surplus of $592,100 in 1986 resulting primarily from actual sales being higher than budget and a reduction in capital programs funded from operating revenue. This surplus has substantially reduced the accumulated deficit position of the utility. The Gas Utility, on the other hand, experienced a particularly turbulent year.

The depressed markets for natural gas sales required immediate responses and adjustments to our capital programs and operations. Total expenditures were reduced by 15% from the budget estimates and these actions helped limit the 1986 excess of expenditures over revenue to $750,885.

CAPITAL

In 1986, a total of $29,984,000 in expenditures were incurred for capital projects and acquisitions. To fund these expenditures, debentures in the amount of $5,669,000 were issued and grants totalling $9,480,000 were received. The balance of the funding was provided by revenue, reserves, accumulated surplus and third party contributions.

. . . 3/

Utility related projects accounted for $16,365,000 of the total expenditures and the major projects in other areas were Kinplex Twinning - $1,415,000, Trans Canada Highway Twinning - $4,805,000, Road Rehabilitation - $1,056,000 and River Valley Trail Construction - $1,248,000.

The debenture debt outstanding as at December 31, 1986 is $53,706,171. This translates to a debenture debt per capita of $1,273 compared to $1,182 per capita in 1985. The general municipal portion of the debt load is $452 and the Utility debt load is $820 per capita. Included in the utility debenture debt are debentures totalling $2,128,000 relating to the acquisition of the Redcliff Gas Utility. Although the borrowing by-law authorizing the debt was not approved until February 16, 1987, the debt is included as the effective date of the takeover agreement was December 31, 1986.

In addition to outstanding debentures, the City has a capitalized lease in the amount of $15,150,000 related to the Power Plant. Utility bonds relating to the 1982 gas reserves purchase are also outstanding in the amount of $19,179,000 as at December 31, 1986. These are classified separately on the City's statements and are not included in the debenture debt totals referred to above.

SUMMARY

Although the City's reserve position declined by some $6 million during the year, we still emerged in a strong financial position. This will be necessary as we enter 1987 and on into the future. Continuing demands for a high level of service and the financial impact of the need for an upgraded Police Services' facility will call upon each of us to be even more innovative, efficient and effective as trustees of the taxpayers' dollars. We can be thankful and proud of our past stewardship of these funds however. Our parks and recreation facilities, our road transportation system and utility infrastructures are in excellent condition. These, and our low taxes and utility rates, are in fact the envy of many visitors to our City. It is my fond hope that this can ever be so.

Respectfully submitted,

R. L. Ardiel
Commissioner of Finance and Administration

RLA:wls

The Mayor and Council of:
City of Medicine Hat

AUDITOR'S REPORT

We have examined the combined balance sheet of City of Medicine Hat as at December 31, 1986 and the related statements of combined revenues and expenditures, combined capital financing and combined statement of equity for the year then ended. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion, these financial statements present fairly the financial position of the municipality as at December 31, 1986 and the results of its operations and changes in capital financing for the year then ended in accordance with the disclosed basis of accounting described in Note 1 applied on a basis consistent with that of the preceding year.

Johnston, Morrison, Hunter & Co

CHARTERED ACCOUNTANTS

MEDICINE HAT, ALBERTA
APRIL 29, 1987

NOTES

CITY OF MEDICINE HAT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 1986

NOTE 1 SIGNIFICANT ACCOUNTING POLICIES

(a) INVESTMENTS

Investments other than City of Medicine Hat Bonds purchased by the City of Medicine Hat are recorded at cost with no amortization of premiums or discounts.

City of Medicine Hat bonds with a face value of $62,000 have been purchased by the City of Medicine Hat at a cost of $63,582. Upon combination of the Financial Statements, the face value of the bonds has been eliminated.

At December 31, 1985, the market value of investments held by the City of Medicine Hat was $46,785,603.

(b) INVENTORIES

Inventories include materials and supplies valued at the lessor of cost (cost determined on a first in, first out basis) or net realizable value.

(c) FIXED ASSETS

Fixed Assets purchased prior to December 31, 1978 are valued at the net cost to the City. Fixed Assets purchased subsequent to December 31, 1978 are valued at full cost. No depreciation of fixed assets is charged against operations as debenture debt principal retirement is charged to operations.

(d) REVENUE RECOGNITION

Revenues are recognized on an accrual basis except for:

1. utility revenues which are recognized as the cyclical billings are completed. As in prior years, no accrual is recorded for utility revenue earned between the last cyclical billing date and the end of the year.

2. investment income, which is recognized on a cash basis.

(e) EXPENDITURE RECOGNITION

The outstanding purchase orders for operations, at the balance sheet date are $319,433 (1985 - $294,059), for which a reserve has been established. The revenue and expenditure statements include these estimated encumbrances.

Debenture interest payable is not accrued but recognized as an expenditure when the principal payment is due.

(f) RESERVE FUNDS

The Schedule of Continuity of Reserves should be referred to in order to ascertain details of the transactions for the year.

(g) LAND SALES

The City is engaged in land development activities in the municipality. Lot prices are set on the basis of estimated current servicing costs, plus an amount to offset the cost of purchasing replacement land for future development.

(h) INTERDEPARTMENTAL CHARGES

The City does not eliminate the transactions that occur as a result of interdepartment charges for equipment and overhead so that more meaningful information related to individual functions is disclosed.

NOTE 2 LONG TERM DEBT

(a) DEBENTURES

Payments of principal with respect to debentures outstanding at December 31, 1986 will be required in the years 1987 to 1991 as follows:

1987	$ 1,532,181
1988	$ 1,546,572
1989	$ 1,636,289
1990	$ 1,822,453
1991	$ 2,039,256
	$ 8,576,751

The debentures mature in annual amounts to the year 2009 and interest is payable at rates ranging from 5 3/8% to 19% per annum.

(b) BONDS

Payments of principal with respect to bonds outstanding at December 31, 1986 will be required in the years 1987 to 1991 as follows:

1987	$ 2,405,000
1988	$ 2,685,000
1989	$ 2,998,000
1990	$ 3,358,000
1991	$ 2,767,000

The bonds mature in annual amounts to the year 1993 and interest is payable at rates ranging from 10.5% to 12.25% per annum.

During 1986, the City retired in advance, bonds having a face value of $3,000,000 that were due in 1991, 1992 and 1993.

The bonds outstanding as shown on the Combined Balance Sheet have been reduced to reflect the bonds held by the City of Medicine Hat in the amount of $62,000.

(c) OTHER

In 1982, the Gas Department loaned $731,505 to the Electric Department from the Gas Flowback Reserve. Payments of principal with respect to the loan outstanding at December 31, 1986 will be required in the years 1987 to 1991 as follows:

1987	$ 70,632
1988	$ 78,401
1989	$ 87,026
1990	$ 96,598
1991	$107,224
	$439,881

Interest is payable at 11% per annum and the loan matures in 1992. Upon combination of the Financial Statements the outstanding loan has been eliminated.

NOTE 3 LEASE COMMITMENTS

During the year ended December 31, 1979 a sale and leaseback arrangement with RoyNat Ltd. and Canadian Dominion Leasing Corporation Limited was concluded. This lease covered electrical generating equipment costing $22,672,456.93. The term of the lease is for sixteen years from January 10, 1980 first rental payment date. The City has the options to purchase the equipment after ten years at 50% of its original cost, or purchase the equipment at its appraised value after sixteen years. It is the City's present intent to exercise its option after ten years, and an appropriate reserve is in place to fund this option.

NOTE 4 FIXED ASSETS

The components of the Fixed Assets are as follows:

	1986	1985
Engineering Structures	$210,570,763	$193,155,285
Buildings	50,238,878	43,237,647
Machinery and Equipment	17,708,189	17,246,368
Mobile Equipment	9,052,315	8,242,156
Land and Properties	61,183,200	59,624,658
	348,753,345	321,506,114
Uncompleted Capital Projects	26,167,955	23,343,830
TOTAL	$374,921,300	$344,849,944

Outstanding purchase orders at balance sheet date relating to Uncompleted Capital Projects are $1,018,533 (1985 - $781,134). This amount is included in the total for Uncompleted Capital Projects. The offsetting amount is included in the Encumbrance Reserve.

NOTE 5 GAS UTILITY

The City of Medicine Hat assumed the assets and associated debenture debt of the Town of Redcliff gas utility on December 31, 1986. Although the borrowing by-law authorizing the assumption of the Town of Redcliff debentures relating to the gas utility did not receive final reading and approval until February 16, 1987, the assets and debenture debt in the amount of $2,127,776 are included in the Combined and Gas Utility statements at December 31, 1986.

NOTE 6 PRIOR PERIOD ADJUSTMENTS

Funds in the amount of $606,613 for the Gas Utility and $176,697 for the Electric Utility which were included in the transfer to the incomplete capital reserve for the period ended December 31, 1985 are no longer required as the projects have either been cancelled or completed at a cost less than budget. As these amounts relate to 1985 capital projects funded from operating revenue, the adjustments are reflected as prior period adjustments.

NOTE 7 CITY HALL DEBENTURE RETIREMENT

In 1985, City Council approved the retirement of the outstanding debentures relating to the construction of the new City Hall. The principal amount of the debentures retired was $13,582,829 and the retirement was funded from the Gas Flowback Reserve.

NOTE 8 SUBSEQUENT EVENTS

(a) 1987 Capital Budget

Subsequent to December 31, 1986, City Council approved a 1987 capital budget of $30,284,700 which is to be funded as follows:

Government Grants	$ 8,103,908
Current Revenue	5,070,834
Debenture Debt - Tax Supported	6,780,283
- Self Liquidating	4,232,250
Reserves	4,414,925
Direct charges, Debenture Reallocations Donations and other	1,682,500
	$30,284,700

(b) Gas Utility

Because of the volatility in the Petro Chemical Industry, substantial declines in feedstock sales to industrial customers are occuring. The financial impact of the declining feedstock sales will be minimized in 1987 by a reduction in production and gathering operating and capital costs, a contribution from Gas Utility reserves and enhanced efforts in natural gas marketing.

NOTE 9 CONTINGENT LIABILITIES

The City is defendant in numerous legal actions at December 31, 1986. In the opinion of the City Solicitor, the maximum estimated cost to the City is $100,000 (1985 - $100,000) on these lawsuits.

COMBINED FINANCIAL STATEMENTS

CITY OF MEDICINE HAT
COMBINED BALANCE SHEET
AS AT DECEMBER 31, 1986

ASSETS

	1986	1985
Cash	$ 2,562,264	$ 2,804,140
Accounts Receivable		
Taxes	841,210	,252,142
Provincial Government	645,858	1,467,135
Local Governments	45,832	43,546
Trade Accounts	5,097,246	6,494,573
Inventories	3,813,222	3,634,191
Other Assets		
Deposits	60,653	8,772
Other	992,210	460,558
Trust Accounts	19,700,810	25,050,132
Investments, Loans and Advances	27,215,270	28,626,876
Fixed Assets	374,921,300	344,849,944
	$ 435,895,875	$ 414,692,009

LIABILITIES AND EQUITY

Payables		
Trade Accounts	$ 5,308,457	$ 2,974,319
Other	652,394	880,460
Other Liabilities		
Deposits	62,540	51,099
Deferred Revenue	230,308	103,969
Trust Accounts	19,700,810	25,050,132
Long Term Debt		
Debentures (NOTE 2)	53,706,171	49,310,628
Capitalized Leases (NOTE 3)	15,150,126	16,349,411
Bonds (NOTE 2)	19,117,000	23,300,000
Reserves (SCHEDULE B)	32,159,005	38,178,115
Equity in Fixed Assets	267,251,028	256,628,092
Accumulated Surplus (NOTE 6)	2,558,038	1,865,784
	$ 435,895,875	$ 414,692,009

CITY OF MEDICINE HAT

COMBINED STATEMENT OF REVENUE AND EXPENDITURE

FOR THE YEAR ENDED DECEMBER 31, 1986

REVENUE	1986	1985
TAXES		
Property Taxes (Schedule A)	$ 20,478,615	$ 19,373,059
SALE OF GOODS AND SERVICES		
General Government	87,048	42,874
Protective Services	208,701	394,433
Transportation	179,275	209,831
Community Services	1,749,214	1,489,437
Other Environmental	404,903	414,422
Electric	20,260,624	19,574,349
Gas	30,520,885	37,482,432
Water	2,591,575	2,701,900
Sanitary Sewer	1,701,840	1,730,986
Solid Waste Collection & Disposal	1,273,068	1,273,542
Transit	441,827	404,963
Land Sales	1,995,122	1,189,814
OTHER REVENUE		
Licenses, Fines & Penalties	1,312,299	1,304,840
Investment Income	2,998,998	4,747,447
A.P.M.C. Price Adjustment	498,692	3,485,898
Internal Recoveries	5,757,616	5,645,835
Other	391,029	348,893
UNCONDITIONAL TRANSFERS - SENIOR GOVTS		
Municipal Assistance Grant	1,466,321	1,365,688
CONDITIONAL TRANSFERS - SENIOR GOVTS		
Debenture Interest Subsidy (NOTE 7)	1,290,752	3,659,350
Grants	4,405,640	3,813,137
TRANSFERS FROM OWN FUNDS AND RESERVES		
From Operating Reserves	2,763,722	26,598
From Capital Reserves (NOTE 7)	4,774,677	15,554,066
From Land Sales	96,272	95,487
From Utilities to General	6,693,200	6,636,850
From Prior Year Surplus	529,656	7,196,000
TOTAL REVENUE	$ 114,871,571	$ 140,162,131

EXPENDITURE	1986	1985
GENERAL GOVERNMENT	$ 5,289,060	$ 4,816,675
PROTECTIVE SERVICES		
Police	4,958,401	4,864,002
Fire	2,890,172	2,776,101
Other Protective Service	808,231	745,011
TRANSPORTATION		
Road Transport	3,404,232	3,551,684
Airport	189,059	202,760
Transit	1,686,961	1,728,323
COMMUNITY SERVICES	7,713,074	6,803,039
ENVIRONMENTAL DEVELOPMENT		
Municipal Planning	15,361	15,610
Public Housing and Building	151,665	112,394
Economic Development	173,193	189,638
UTILITIES		
Electric	12,393,969	12,405,814
Gas	16,571,262	21,844,434
Water	1,750,777	1,755,467
Sanitary Sewer	1,177,862	1,217,706
Solid Waste Collection & Disposal	875,505	1,005,499
LAND SALES	122,477	107,196
FISCAL CHARGES		
Debentures (NOTE 7)	7,719,643	25,149,533
Bonds	8,250,779	7,178,701
Capitalized Leases	2,646,583	2,646,583
REQUISITIONS		
Requisitions (Schedule A)	12,500,091	11,785,095
TRANSFERS		
To Capital Programs	9,234,757	8,637,210
To Operating Reserves	784,359	7,467,454
To Capital Reserves	5,738,196	6,463,336
To Allowances	365,114	288,156
To Water Operating	96,272	95,487
To General Fund	6,693,200	6,636,850
TOTAL EXPENDITURE	$ 114,200,255	$ 140,489,758
EXCESS OF REVENUE OVER EXPENDITURE	$ 671,316	$ (327,627)

CITY OF MEDICINE HAT
COMBINED STATEMENT OF CAPITAL FINANCING
FOR THE YEAR ENDED DECEMBER 31, 1988

FINANCES ACQUIRED		
UNDEREXPENDED FUNDS - PREVIOUS YEARS		$ 2,416,820
LONG TERM DEBT		
Debentures (NOTE 5)	$ 5,668,831	
TRANSFERS		
Federal	300,235	
Provincial	9,180,494	
Capital Reserves	9,684,848	
Operating Funds	13,141,482	
Other Capital Contributions	970,243	
Land Sales	941,172	
Prior Year Surplus	232,716	
OTHER		
Sale of Fixed Assets	83,104	40,203,125
TOTAL ACQUIRED		42,619,945
OVEREXPENDED FUNDS TO BE PROVIDED		2,864,793
T O T A L		$ 45,484,738
FINANCES APPLIED		
OVEREXPENDED FUNDS - PREVIOUS YEARS		$ 1,168,120
FIXED ASSETS		
Engineering Structures	$ 23,021,375	
Buildings	2,608,207	
Machinery and Equipment	1,734,135	
Mobile Equipment	1,324,530	
Land	1,280,855	
Other Assets	15,000	
TRANSFERS		
To Reserves	6,003,997	
To Operating	4,774,677	
To Capital Funds	48,877	
To Accumulated Surplus (NOTE 6)	783,310	
Other	57,498	41,652,461
TOTAL APPLIED		42,820,581
UNDEREXPENDED FUNDS		2,664,157
T O T A L		$ 45,484,738

CITY OF MEDICINE HAT
COMBINED STATEMENT OF EQUITY
FOR THE YEAR ENDED DECEMBER 31, 1986

EQUITY IN FIXED ASSETS

BALANCE JANUARY 1, 1986		$ 256,628,092
Add:		
Debenture Principal Repayments	$ 2,536,208	
Repayment of Bonds	5,153,000	
Government Grants	9,480,729	
Contribution from Operating	7,331,688	
Contribution from Reserves	3,878,232	
Land Sales	1,686,720	
Sale of Fixed Assets	71,317	
Third Party Contribution	921,367	
Prior Year Surplus	232,716	31,291,977
		287,920,069
Less:		
1986 Asset Disposals	649,580	
Repayments by Other Agencies	19,463	669,043
BALANCE DECEMBER 31, 1986		$ 287,251,026

ACCUMULATED SURPLUS

BALANCE JANUARY 1, 1986		$ 1,865,784
Add:		
1986 Surplus (Deficit)	$ 671,316	
Prior Period Adjustment (NOTE 6)	783,310	
Less:		
1986 Appropriated Contribution	762,372	692,254
BALANCE DECEMBER 31, 1986		$ 2,558,038

GENERAL FUND

CITY OF MEDICINE HAT
GENERAL FUND
BALANCE SHEET
AS AT DECEMBER 31, 1986

ASSETS

	1986	1985
Cash	$ 2,561,664	$ 2,773,208
Accounts Receivable		
Taxes	841,210	1,252,142
Provincial Government	122,235	1,048,442
Local Governments	45,832	43,546
Trade Accounts	1,679,724	924,757
Due From Own Funds	62,527	311,018
Inventories	1,168,071	1,372,740
Other Assets		
Deposits	6,387	3,567
Other	992,210	460,558
Trust Accounts	19,700,810	25,050,132
Investments, Loans & Advances	18,086,040	21,013,825
Fixed Assets (NOTE 4)	151,642,661	138,345,378
	$ 196,909,371	$ 192,599,313

LIABILITIES AND EQUITY

Payables		
Trade Accounts	$ 3,815,914	$ 1,827,166
Other	284,643	614,924
Due to Own Funds	14,919,184	19,051,119
Other Liabilities		
Deposits	21,566	31,687
Deferred Revenue	229,053	100,804
Trust Accounts	19,700,810	25,050,132
Long Term Debt		
Debentures (NOTE 2)	19,101,413	17,545,291
Reserves (SCHEDULE B)	5,196,484	5,140,770
Equity in Fixed Assets	132,482,503	122,026,914
Accumulated Surplus	1,157,801	1,210,506
	$ 196,909,371	$ 192,599,313

CITY OF MEDICINE HAT
GENERAL FUND
STATEMENT OF REVENUE AND EXPENDITURE
FOR THE YEAR ENDED DECEMBER 31, 1986

REVENUE	1986	1985
TAXES		
Property Taxes (Schedule A)	$ 7,762,103	$ 7,366,152
Local Improvement Taxes	43,531	49,697
SALE OF GOODS AND SERVICES		
General Government	87,048	42,874
Protective Services	208,701	394,433
Transportation	179,275	209,831
Community Services	1,749,214	1,489,437
Other Environmental Service	404,903	414,422
OTHER REVENUE		
Licenses, Fines & Penalties	1,312,299	1,304,840
Investment Income	2,367,329	3,059,705
Internal Recoveries	3,346,835	3,410,954
Other	247,386	189,863
UNCONDITIONAL TRANSFERS - SENIOR GOVTS		
Municipal Assistance Grant	1,466,321	1,365,688
CONDITIONAL TRANSFERS - SENIOR GOVTS		
Debenture Interest Subsidy (NOTE 7)	770,597	3,131,847
Grants - General Government	32,351	97,728
- Protective Services	1,146,513	1,108,612
- Transportation	206,685	188,760
- Community Services	2,590,742	1,969,152
- Environmental Development	31,049	36,733
TRANSFERS FROM OWN FUNDS AND RESERVES		
From Operating Reserves	103,033	25,248
From Capital Reserves	1,250	69,804
From Utilities	6,693,200	6,636,850
From Gas Flowback Reserve (NOTE 7)		15,178,846
From Accumulated Surplus	307,036	
TOTAL REVENUE	$ 31,057,401	$ 47,741,476

EXPENDITURE	1986	1985
GENERAL GOVERNMENT	$ 5,289,060	$ 4,816,675
PROTECTIVE SERVICES		
Police	4,958,401	4,864,002
Fire	2,890,172	2,776,101
Other Protective Service	808,231	745,011
TRANSPORTATION		
Road Transport	3,404,232	3,551,684
Airport	189,059	202,760
Transit (Net Operating Expenditures)	829,948	909,310
COMMUNITY SERVICES		
Administration	241,856	186,294
Social Planning	1,332,228	1,237,046
Day Care	1,092,129	1,070,871
Culture and Recreation	2,803,230	2,368,020
Parks	2,243,631	1,940,808
ENVIRONMENTAL DEVELOPMENT		
Municipal Planning	15,362	15,610
Public Housing and Building	151,665	112,394
Economic Development	173,193	189,638
FISCAL CHARGES		
Debentures (NOTE 7)	2,838,136	20,256,738
TRANSFERS		
To Capital Programs	90,486	1,683
To Operating Reserves	118,483	308,897
To Capital Reserves	1,124,903	1,742,139
To Allowances	208,665	181,556
TOTAL EXPENDITURE	$ 30,803,070	$ 47,477,237
EXCESS OF REVENUE OVER EXPENDITURE	$ 254,331	$ 264,239

CITY OF MEDICINE HAT

GENERAL FUND
STATEMENT OF CAPITAL FINANCING
FOR THE YEAR ENDED DECEMBER 31, 1986

FINANCES ACQUIRED		
UNDEREXPENDED FUNDS - PREVIOUS YEARS		$ 1,072,900
LONG TERM DEBT		
Debentures	$ 2,046,055	
TRANSFERS		
Federal	300,235	
Provincial	8,237,607	
Capital Reserves	1,265,224	
Operating Funds	1,292,424	
Other Capital Contributions	139,111	
Land Sales	531,708	
OTHER		
Sale of Fixed Assets	71,317	13,883,681
TOTAL ACQUIRED		14,956,581
OVEREXPENDED FUNDS TO BE PROVIDED		2,373,864
T O T A L		$ 17,330,445
FINANCES APPLIED		
OVEREXPENDED FUNDS - PREVIOUS YEARS		$ 990,096
FIXED ASSETS		
Engineering Structures	$ 9,778,231	
Buildings	2,500,993	
Machinery and Equipment	414,271	
Mobile Equipment	788,120	
Land	122,279	
Other Assets	15,000	
TRANSFERS		
To Reserves	1,472,148	
To Operating	1,250	
Other	57,498	15,149,790
TOTAL APPLIED		16,139,886
UNDEREXPENDED FUNDS		1,190,559
T O T A L		$ 17,330,445

CITY OF MEDICINE HAT
GENERAL FUND
STATEMENT OF EQUITY
FOR THE YEAR ENDED DECEMBER 31, 1986

EQUITY IN FIXED ASSETS

BALANCE JANUARY 1, 1986		$ 122,026,914
Add:		
Debenture Principal Repayments	$ 489,934	
Government Grants	8,537,842	
Contribution from Reserves	1,026,752	
Land Sales	689,066	
Sale of Fixed Assets	71,317	
Third Party Contribution	130,395	10,945,306
		132,972,220
Less:		
1986 Asset Disposals	470,254	
Repayments by Other Agencies	19,463	489,717
BALANCE DECEMBER 31, 1986		$ 132,482,503

ACCUMULATED SURPLUS

BALANCE JANUARY 1, 1986		$ 1,210,506
Add:		
1986 Surplus (Deficit)	$ 254,331	
Less:		
1986 Appropriated Contribution	307,036	(52,705)
BALANCE DECEMBER 31, 1986		$ 1,157,801

GAS UTILITY

CITY OF MEDICINE HAT
GAS UTILITY
BALANCE SHEET
AS AT DECEMBER 31, 1986

ASSETS

	1986	1985
Cash	$ 200	$ 30,632
Accounts Receivable		
Provincial Government	523,623	418,693
Trade Accounts	1,524,199	3,691,804
Due From Own Funds	10,168,300	14,787,857
Inventories	63,249	81,926
Other Assets		
Other	54,266	5,205
Investments, Loans & Advances (NOTE 2)	558,901	632,533
Fixed Assets (NOTE 4)	106,105,648	95,348,338
	$ 118,998,386	$ 114,996,988

LIABILITIES AND EQUITY

Payables		
Trade Accounts	$ 1,152,225	$ 1,065,904
Other	78,515	49,458
Other Liabilities		
Deposits		5,439
Long Term Debt		
Debentures (NOTE 2)	5,293,548	3,270,859
Bonds (NOTE 2)	19,179,000	24,332,000
Reserves (SCHEDULE B)	11,660,799	18,382,378
Equity in Fixed Assets	81,633,451	67,745,830
Accumulated Surplus (NOTE 6)	848	145,120
	$ 118,998,386	$ 114,996,988

CITY OF MEDICINE HAT
GAS UTILITY
STATEMENT OF REVENUE AND EXPENDITURE
FOR THE YEAR ENDED DECEMBER 31, 1986

	PRODUCTION 1986	DISTRIBUTION 1986	COMBINED 1986	COMBINED 1985
REVENUE				
SALE OF SERVICES				
Operations	$ 3,655,181	$ 18,288,354	$ 21,943,535	$ 29,341,679
City of Medicine Hat - Facilities		177,699	177,699	105,165
- Power Plant		7,523,412	7,523,412	7,517,995
Misc. Operating Revenue	850,951	25,288	876,239	517,593
OTHER REVENUE				
Investment Income	68,479		68,479	1,684,848
APMC Price Adjustment	498,692		498,692	3,485,898
Internal Recoveries	464,809	450,917	915,726	766,223
TRANSFERS				
From Operating Reserves	2,660,008		2,660,008	
From Capital Reserves	4,773,427		4,773,427	267,451
From Prior Year Surplus				7,196,000
TOTAL REVENUE	12,971,547	26,465,670	39,437,217	50,882,852
EXPENDITURE				
OPERATIONS				
Administration	426,085	417,092	843,177	783,425
Customer Billing and Collection		199,319	199,319	230,060
Production & Gathering	3,598,440		3,598,440	3,398,811
Distribution		861,295	861,295	480,595
General	214,149	99,667	313,816	428,749
Maintenance	178,760		178,760	300,101
Gas Purchases	8,177,810		8,177,810	12,559,142
Federal Energy & Other Taxes	1,019,943	1,378,701	2,398,644	3,663,553
FISCAL CHARGES				
Debentures	414,312		414,312	414,311
Bonds	8,250,779		8,250,779	7,178,701
TRANSFERS				
To Capital Programs	5,489,718	681,749	6,171,467	5,867,350
To Operating Reserves	665,876		665,876	7,157,877
To Capital Reserves	3,203,984	106,423	3,310,407	3,634,918
To Allowances		49,000	49,000	29,000
To General Fund	870,000	3,885,000	4,755,000	4,682,550
TOTAL EXPENDITURE	32,509,856	7,678,246	40,188,102	50,809,143
EXCESS OF REVENUE OVER EXPENDITURE			$ (750,885)	$ 73,709

CITY OF MEDICINE HAT
GAS UTILITY
STATEMENT OF CAPITAL FINANCING
FOR THE YEAR ENDED DECEMBER 31, 1988

FINANCES ACQUIRED		
LONG TERM DEBT		
Debentures (NOTE 5)	$ 2,127,776	
TRANSFERS		
Capital Reserves	7,382,412	
Operating Funds	9,481,874	
Other Capital Contributions	449,196	
Land Sales	15,898	19,457,156
TOTAL ACQUIRED		$ 19,457,156
FINANCES APPLIED		
FIXED ASSETS		
Engineering Structures	$ 8,830,475	
Buildings	2,674	
Machinery and Equipment	544,053	
Mobile Equipment	230,931	
Land	1,158,576	
TRANSFERS		
To Reserves	3,310,407	
To Operating	4,773,427	
To Accumulated Surplus	606,613	19,457,156
TOTAL APPLIED		$ 19,457,156

CITY OF MEDICINE HAT
GAS UTILITY
STATEMENT OF EQUITY
FOR THE YEAR ENDED DECEMBER 31, 1986

EQUITY IN FIXED ASSETS

BALANCE JANUARY 1, 1986		$ 67,745,830
Add:		
Debenture Principal Repayments	$ 105,087	
Repayment of Bonds	5,153,000	
Contribution from Operating	6,171,467	
Land Sales	15,898	
Contribution from Capital Reserves	2,002,372	
Third Party Contribution	449,197	13,897,021
		81,642,851
Less:		
1986 Asset Disposals	9,400	9,400
BALANCE DECEMBER 31, 1986		$ 81,633,451

ACCUMULATED SURPLUS

BALANCE JANUARY 1, 1986		$ 145,120
Add:		
1986 Surplus (Deficit)	$ (750,885)	
Prior Period Adjustment (NOTE 6)	606,613	(144,272)
BALANCE DECEMBER 31, 1986		$ 848

ELECTRIC UTILITY

CITY OF MEDICINE HAT
ELECTRIC UTILITY
BALANCE SHEET
AS AT DECEMBER 31, 1986

ASSETS

	1986	1985
Cash	$ 300	$ 200
Accounts Receivable		
Trade Accounts	1,421,555	1,433,611
Due From Own Funds	1,504,121	1,203,039
Inventories	2,467,691	2,053,561
Investments, Loans & Advances	9,191,230	8,635,051
Fixed Assets (NOTE 4)	65,178,591	62,420,135
	$ 79,763,488	$ 75,745,597

LIABILITIES AND EQUITY

Payables		
Trade Accounts	$ 287,598	$ 39,553
Other	164,668	113,890
Other Liabilities		
Deposits	40,974	13,973
Long Term Debt		
Debentures (NOTE 2)	14,988,174	14,976,098
Capitalized Leases (NOTE 3)	15,150,126	16,349,411
Other (NOTE 2)	558,901	622,533
Reserves (SCHEDULE B)	13,403,447	13,192,027
Equity in Fixed Assets	35,471,667	31,508,977
Accumulated Surplus (NOTE 6)	(302,067)	(1,070,865)
	$ 79,763,488	$ 75,745,597

CITY OF MEDICINE HAT
ELECTRIC UTILITY
STATEMENT OF REVENUE AND EXPENDITURE
FOR THE YEAR ENDED DECEMBER 31, 1986

	PRODUCTION 1986	DISTRIBUTION 1986	COMBINED 1986	COMBINED 1985
REVENUE				
SALE OF SERVICES				
Operations	$	$ 19,662,094	$ 19,662,094	$ 18,951,096
City of Medicine Hat - Facilities		598,530	598,530	623,253
OTHER REVENUE				
Investment Income	558,699		558,699	
Other	9,372	54,762	64,134	72,721
Internal Recoveries		1,035,163	1,035,163	1,021,935
TRANSFERS				
From Capital Reserves				37,965
TOTAL REVENUE	568,071	21,350,549	21,918,620	20,706,970
EXPENDITURE				
OPERATIONS				
Administration	352,445	346,192	698,637	712,978
Customer Billing & Collection		209,110	209,110	251,821
Generation	1,964,701		1,964,700	1,865,288
Distribution		1,937,401	1,937,401	2,005,312
Turbine Fuel	7,548,922		7,548,922	7,548,937
Purchased Power	35,197		35,197	21,479
FISCAL CHARGES				
Debentures	640,494	1,732,264	2,372,758	2,372,758
Capitalized Leases	2,646,582		2,646,583	2,646,582
TRANSFERS				
To Capital Programs	52,237	1,004,913	1,057,150	1,591,647
To Capital Reserves	588,699	487,862	1,076,561	900,199
To Allowances		79,500	79,500	60,000
To General Fund	850,000	850,000	1,700,000	1,716,100
TOTAL EXPENDITURE	14,679,277	6,647,242	21,326,519	21,693,101
EXCESS OF REVENUE OVER EXPENDITURE			$ 592,101	$ (986,131)

CITY OF MEDICINE HAT

ELECTRIC UTILITY

STATEMENT OF CAPITAL FINANCING

FOR THE YEAR ENDED DECEMBER 31, 1986

FINANCES ACQUIRED		
UNDEREXPENDED FUNDS - PREVIOUS YEARS		$ 1,070,264
LONG TERM DEBT		
Debentures	$ 350,000	
TRANSFERS		
Capital Reserves	1,020,605	
Operating Funds	2,133,711	
Other Capital Contributions	341,775	
Land Sales	128,522	3,974,613
TOTAL ACQUIRED		5,044,877
OVEREXPENDED FUNDS TO BE PROVIDED		264,596
T O T A L		$ 5,309,473
FINANCES APPLIED		
OVEREXPENDED FUNDS - PREVIOUS YEARS		$ 33,028
FIXED ASSETS		
Engineering Structures	$ 1,687,697	
Buildings	99,078	
Machinery and Equipment	677,208	
Mobile Equipment	303,979	
TRANSFERS		
To Reserves	1,076,561	
To Accumulated Surplus (NOTE 6)	176,697	4,021,220
TOTAL APPLIED		4,054,248
UNDEREXPENDED FUNDS		1,255,225
T O T A L		$ 5,309,473

CITY OF MEDICINE HAT
ELECTRIC UTILITY
STATEMENT OF EQUITY
FOR THE YEAR ENDED DECEMBER 31, 1986

EQUITY IN FIXED ASSETS

BALANCE JANUARY 1, 1986		$ 31,508,977
Add:		
Debenture Principal Repayments	$ 1,600,841	
Contribution from Operating	1,057,150	
Contribution from Capital Reserves	843,908	
Land Sales	128,522	
Third Party Contribution	341,775	3,972,196
		35,481,173
Less:		
1986 Asset Disposals	9,506	9,506
BALANCE DECEMBER 31, 1986		$ 35,471,667

ACCUMULATED SURPLUS

BALANCE JANUARY 1, 1986		$ (1,070,864)
Add:		
1986 Surplus (Deficit)	$ 592,100	
Prior Period Adjustment (NOTE 6)	176,697	768,797
BALANCE DECEMBER 31, 1986		$ (302,067)

WATER UTILITY

CITY OF MEDICINE HAT
WATER UTILITY
BALANCE SHEET
AS AT DECEMBER 31, 1986

ASSETS

	1986	1985
Accounts Receivable		
Trade Accounts	$ 202,776	$ 198,219
Due From Own Funds	1,251,469	1,251,348
Fixed Assets (NOTE 4)	22,483,865	20,108,859
	$ 23,938,110	$ 21,558,426

LIABILITIES AND EQUITY

Payables		
Trade Accounts	$ 34,593	$ 11,255
Other	32,685	26,062
Long Term Debt		
Debentures (NOTE 2)	8,018,970	7,095,065
Reserves (SCHEDULE B)	287,548	212,976
Equity in Fixed Assets	14,548,227	13,079,220
Accumulated Surplus	1,016,087	1,133,848
	$ 23,938,110	$ 21,558,426

CITY OF MEDICINE HAT
WATER UTILITY
STATEMENT OF REVENUE AND EXPENDITURE
FOR THE YEAR ENDED DECEMBER 31, 1986

	PRODUCTION 1986	DISTRIBITION 1986	COMBINED 1986	1985
REVENUE				
TAXES				
Local Improvement Taxes	$	$ 76,923	$ 76,923	$ 76,579
SALE OF SERVICES				
Residential		2,068,010	2,068,010	2,183,361
Commercial and Industrial		458,841	458,841	448,240
City of Medicine Hat - Facilities		66,724	66,724	70,299
OTHER REVENUE				
Other	396	25,314	25,710	25,430
Internal Recoveries		195,961	195,961	181,985
CONDITIONAL TRANSFERS - SENIOR GOVTS				
Debenture Interest Subsidy	89,991	155,502	245,493	248,937
TRANSFERS				
From Operating Reserves		680	680	1,349
Land Sales		96,273	96,273	95,487
Prior Year Surplus		133,055	133,055	
TOTAL REVENUE	90,387	3,275,283	3,365,670	3,331,667
EXPENDITURE				
OPERATIONS				
Administration	111,910	156,367	268,277	236,946
Customer Billing & Collection		186,762	186,762	193,342
Purification and Treatment	660,769		660,769	658,750
Distribution		634,969	634,969	666,429
FISCAL CHARGES				
Debentures	354,144	780,419	1,134,563	1,144,995
TRANSFERS				
To Capital Programs	30,976	30,194	61,170	146,838
To Operating Reserves				680
To Capital Reserves	20,000	36,363	56,363	11,922
To Allowances		16,050	16,050	9,100
To General Fund		140,800	140,800	140,800
TOTAL EXPENDITURE	1,177,799	1,981,924	3,159,723	3,209,802
EXCESS OF REVENUE OVER EXPENDITURE			$ 205,947	$ 121,865

CITY OF MEDICINE HAT
WATER UTILITY
STATEMENT OF CAPITAL FINANCING
FOR THE YEAR ENDED DECEMBER 31, 1988

FINANCES ACQUIRED		
UNDEREXPENDED FUNDS - PREVIOUS YEARS		$ 170,504
LONG TERM DEBT		
Debentures	$ 1,145,000	
TRANSFERS		
Provincial	859,290	
Capital Reserves	3,700	
Operating Funds	117,533	
Other Capital Contributions	40,161	
Land Sales	138,000	
Prior Year Surplus	190,652	
OTHER		
Sale of Fixed Assets	11,787	2,506,123
TOTAL ACQUIRED		2,676,627
OVEREXPENDED FUNDS TO BE PROVIDED		31,161
T O T A L		$ 2,707,788
FINANCES APPLIED		
OVEREXPENDED FUNDS - PREVIOUS YEARS		
FIXED ASSETS		$ 105,079
Engineering Structures	$ 2,322,388	
Machinery and Equipment	64,406	
TRANSFERS		
To Reserves	92,709	
To Capital Funds	8,715	2,488,216
TOTAL APPLIED		2,593,295
UNDEREXPENDED FUNDS		114,493
T O T A L		$ 2,707,788

CITY OF MEDICINE HAT
WATER UTILITY
STATEMENT OF EQUITY
FOR THE YEAR ENDED DECEMBER 31, 1986

EQUITY IN FIXED ASSETS

BALANCE JANUARY 1, 1986		$ 13,079,220
Add:		
Debenture Principal Repayments	$ 221,095	
Government Grants	859,290	
Contribution from Operating	68,058	
Contribution from Capital Reserves	3,700	
Land Sales	137,999	
Prior Year Surplus	190,652	1,480,794
		14,560,014
Less:		
1986 Asset Disposals	11,787	11,787
BALANCE DECEMBER 31, 1986		$ 14,548,227

ACCUMULATED SURPLUS

BALANCE JANUARY 1, 1986		$ 1,133,847
Add:		
1986 Surplus (Deficit)	$ 205,947	
Less:		
1986 Appropriated Contribution	323,707	(117,760)
BALANCE DECEMBER 31, 1986		$ 1,016,087

SANITARY SEWER

CITY OF MEDICINE HAT
SANITARY SEWER
BALANCE SHEET
AS AT DECEMBER 31, 1986

ASSETS

	1986	1985
Accounts Receivable		
Trade Accounts	$ 109,512	$ 116,694
Due From Own Funds	733,786	723,304
Fixed Assets (NOTE 4)	14,159,960	13,959,163
	$ 15,003,258	$ 14,799,161

LIABILITIES AND EQUITY

Payables		
Trade Accounts	$ 8,143	$ 5,155
Other	25,726	20,087
Long Term Debt		
Debentures (NOTE 1)	6,206,099	6,301,938
Reserves (SCHEDULE B)	34,109	28,858
Equity in Fixed Assets	8,047,713	7,750,183
Accumulated Surplus	681,468	692,940
	$ 15,003,258	$ 14,799,161

CITY OF MEDICINE HAT
SANITARY SEWER
STATEMENT OF REVENUE AND EXPENDITURE
FOR THE YEAR ENDED DECEMBER 31, 1986

	PURIFICATION & TREATMENT 1986	TRANSMISSION & DISTRIBUTION 1986	COMBINED 1986	COMBINED 1985
REVENUE				
TAXES				
Local Improvement Taxes	$	$ 95,967	$ 95,967	$ 95,537
SALE OF SERVICES				
Residential		1,002,010	1,002,010	992,322
Commercial		595,332	595,330	645,150
Town of Redcliff		104,500	104,500	93,514
OTHER REVENUE				
Internal Recoveries		252,272	252,272	264,738
Other	2,734	1,768	4,502	3,417
CONDITIONAL TRANSFERS - SENIOR GOVTS				
Debenture Interest Subsidy	284,159	1,764	285,923	269,069
TRANSFERS				
Prior Year Surplus		89,565	89,565	
TOTAL REVENUE	286,893	2,143,178	2,410,069	2,363,747
EXPENDITURE				
OPERATIONS				
Administration		175,704	175,704	141,272
Customer Billing and Collection		7,620	7,620	12,941
Purification and Treatment	514,164		514,164	537,370
Transmission and Distribution		480,374	480,374	526,124
FISCAL CHARGES				
Debentures	879,816	35,195	915,011	915,865
TRANSFERS				
To Capital Programs		49,578	49,578	24,167
To Capital Reserves		40,162	40,162	24,358
To Allowances		9,899	9,899	6,500
To General Fund		97,400	97,400	97,400
TOTAL EXPENDITURE	1,393,980	895,932	2,289,912	2,285,997
EXCESS OF REVENUE OVER EXPENDITURE			$ 120,157	$ 77,750

CITY OF MEDICINE HAT
SANITARY SEWER
STATEMENT OF CAPITAL FINANCING
FOR THE YEAR ENDED DECEMBER 31, 1986

FINANCES ACQUIRED		
UNDEREXPENDED FUNDS - PREVIOUS YEARS		$ 103,152
TRANSFERS		
Capital Reserves	$ 11,407	
Operating Funds	89,740	
Land Sales	127,044	
Prior Year Surplus	42,064	270,255
TOTAL ACQUIRED		373,407
OVEREXPENDED FUNDS TO BE PROVIDED		10,029
T O T A L		$ 383,436
FINANCES APPLIED		
OVEREXPENDED FUNDS - PREVIOUS YEARS		$ 10,193
FIXED ASSETS		
Engineering Structures	$ 182,552	
Machinery and Equipment	18,246	
TRANSFERS		
To Reserves	28,403	
To Capital Funds	40,162	269,383
TOTAL APPLIED		279,576
UNDEREXPENDED FUNDS		103,860
T O T A L		$ 383,436

CITY OF MEDICINE HAT
SANITARY SEWER
STATEMENT OF EQUITY
FOR THE YEAR ENDED DECEMBER 31, 1986

EQUITY IN FIXED ASSETS

BALANCE JANUARY 1, 1986		$ 7,750,183
Add:		
Debenture Principal Repayments	$ 95,840	
Contribution from Operating	32,582	
Land Sales	127,044	
Prior Year Surplus	42,064	297,530
BALANCE DECEMBER 31, 1986		$ 8,047,713

ACCUMULATED SURPLUS

BALANCE JANUARY 1, 1986		$ 692,940
Add:		
1986 Surplus (Deficit)	$ 120,157	
Less:		
1986 Appropriated Contribution	131,629	(11,472)
BALANCE DECEMBER 31, 1986		$ 681,468

SOLID WASTE COLLECTION/DISPOSAL

CITY OF MEDICINE HAT
SOLID WASTE COLLECTION AND DISPOSAL
BALANCE SHEET
AS AT DECEMBER 31, 1986

ASSETS

	1986	1985
Accounts Receivable		
Trade Accounts	$ 91,828	$ 87,280
Fixed Assets (NOTE 4)	1,035,657	1,035,657
	$ 1,127,485	$ 1,122,937

LIABILITIES AND EQUITY

Payables		
Trade Accounts	$ 418	$ 650
Other	22,797	19,762
Due to Own Funds	62,527	311,018
Long Term Debt		
Debentures (NOTE 1)	97,967	121,377
Reserves (SCHEDULE B)	2,185	1,616
Equity in Fixed Assets	937,690	914,279
Accumulated Surplus	3,901	(245,765)
	$ 1,127,485	$ 1,122,937

CITY OF MEDICINE HAT

SOLID WASTE COLLECTION AND DISPOSAL
STATEMENT OF REVENUE AND EXPENDITURE
FOR THE YEAR ENDED DECEMBER 31, 1986

	COLLECTION 1986	SANITARY LANDFILL 1986	COMBINED 1986	COMBINED 1985
REVENUE				
SALE OF SERVICES				
Operations	$ 1,038,521	$ 234,547	$ 1,273,068	$ 1,273,542
OTHER REVENUE				
Other	28		28	64
CONDITIONAL TRANSFERS - SENIOR GOVTS				
Debenture Interest Subsidy		8,739	8,739	9,497
TOTAL REVENUE	1,038,549	243,286	1,281,835	1,283,103
EXPENDITURE				
OPERATIONS				
Administration	48,631		48,831	45,813
Customer Billing and Collection	9,373		9,373	12,629
Sanitary Landfill Operations		194,182	194,183	208,734
Collection	623,117		623,118	738,322
FISCAL CHARGES				
Debentures		44,864	44,864	44,864
TRANSFERS				
To Capital Reserves	61,800	48,000	109,800	109,800
To Allowances	2,000		2,000	2,000
TOTAL EXPENDITURE	745,121	287,046	1,032,169	1,162,162
EXCESS OF REVENUE OVER EXPENDITURE			$ 249,666	$ 120,941

CITY OF MEDICINE HAT
SOLID WASTE COLLECTION AND DISPOSAL
STATEMENT OF EQUITY
FOR THE YEAR ENDED DECEMBER 31, 1986

EQUITY IN FIXED ASSETS

BALANCE JANUARY 1, 1986		$ 914,279
Add:		
Debenture Principal Repayments	$ 23,411	23,411
BALANCE DECEMBER 31, 1986		$ 937,690

ACCUMULATED SURPLUS

BALANCE JANUARY 1, 1986		$ (245,765)
Add:		
1986 Surplus (Deficit)	$ 249,666	249,666
BALANCE DECEMBER 31, 1986		$ 3,901

TRANSIT

CITY OF MEDICINE HAT
TRANSIT
BALANCE SHEET
AS AT DECEMBER 31, 1986

ASSETS

	1986	1985
Cash	$ 100	$ 100
Accounts Receivable		
Trade Accounts	4,958	
Due From Own Funds	54,331	196,367
Inventories	114,211	125,964
Fixed Assets (NOTE 4)	3,919,895	3,676,949
	$ 4,093,495	$ 3,999,380

LIABILITIES AND EQUITY

Payables		
Trade Accounts	$ 9,565	$ 24,636
Other	43,361	36,277
Other Liabilities		
Deferred Revenue	1,255	3,165
Reserves (SCHEDULE B)	304,562	288,078
Equity in Fixed Assets	3,734,752	3,647,224
	$ 4,093,495	$ 3,999,380

CITY OF MEDICINE HAT

TRANSIT

STATEMENT OF REVENUE AND EXPENDITURE

FOR THE YEAR ENDED DECEMBER 31, 1986

	1986	1985
REVENUE		
SALE OF SERVICES		
Operations	$ 441,827	$ 404,963
OTHER REVENUE		
Internal Recoveries	11,659	
Other	31,427	41,898
CONDITIONAL TRANSFERS - SENIOR GOVTS		
Transit Operating Grant	396,287	394,184
Transit Provincial Grant	2,013	17,968
TOTAL REVENUE	883,213	859,013
EXPENDITURE		
OPERATIONS		
Administration	238,427	242,789
Vehicle Maintenance and Operation	346,866	340,012
Building Maintenance and Operation	84,301	92,104
Transportation Expense	1,010,646	1,033,396
Promotion	6,721	20,022
TRANSFERS		
To Capital Programs	6,200	
To Capital Reserves	20,000	40,000
TOTAL EXPENDITURE	1,713,161	1,768,323
EXCESS OF REVENUE OVER EXPENDITURE	$ (829,948)	$ (909,310)

NOTE: Transit deficit is shown as an expense on the General Fund Statement of Revenue and Expenditure.

CITY OF MEDICINE HAT
TRANSIT
STATEMENT OF CAPITAL FINANCING
FOR THE YEAR ENDED DECEMBER 31, 1986

FINANCES ACQUIRED		
TRANSFERS		
Provincial	$ 83,597	
Capital Reserves	1,500	
Operating Funds	26,200	$ 111,297
TOTAL ACQUIRED		111,297
OVEREXPENDED FUNDS TO BE PROVIDED		185,143
T O T A L		$ 296,440
FINANCES APPLIED		
OVEREXPENDED FUNDS - PREVIOUS YEARS		$ 29,724
FIXED ASSETS		
Engineering Structures	$ 220,034	
Buildings	5,462	
Machinery and Equipment	15,951	
Mobile Equipment	1,500	
TRANSFERS		
To Reserves	23,769	266,716
TOTAL APPLIED		296,440
T O T A L		$ 296,440

CITY OF MEDICINE HAT
TRANSIT
STATEMENT OF EQUITY
FOR THE YEAR ENDED DECEMBER 31, 1986

EQUITY IN FIXED ASSETS

BALANCE JANUARY 1, 1986		$ 3,647,224
Add:		
Government Grants	$ 83,597	
Contribution from Operating	2,431	
Contribution from Capital Reserves	1,500	87,528
BALANCE DECEMBER 31, 1986		$ 3,734,752

LAND SALES

CITY OF MEDICINE HAT
LAND SALES
BALANCE SHEET
AS AT DECEMBER 31, 1988

ASSETS

	1988	1985
Accounts Receivable		
Trade Accounts	$ 82,694	$ 42,608
Due From Own Funds	1,207,177	888,804
Land & Property Inventory	10,395,023	9,955,465
	$ 11,684,894	$ 10,886,877

LIABILITIES AND EQUITY

Reserves (SCHEDULE B)	$ 1,269,871	$ 931,412
Equity In Fixed Assets	10,395,023	9,955,465
	$ 11,684,894	$ 10,886,877

CITY OF MEDICINE HAT

LAND SALES
STATEMENT OF REVENUE AND EXPENDITURE
FOR THE YEAR ENDED DECEMBER 31, 1988

REVENUE	1988	1985
SALE OF SERVICES		
Sale of Lots	$ 1,908,922	$ 1,118,350
Leases and Rentals	86,200	71,464
OTHER		
Interest	4,491	2,894
Other	17,842	15,500
TOTAL REVENUE	$ 2,017,455	$ 1,208,208

EXPENDITURE		
OPERATIONS		
Administration	$ 122,477	$ 107,196
TRANSFERS		
Land Sales Capital	1,798,706	1,005,525
Water Operating	96,272	95,487
TOTAL EXPENDITURE	$ 2,017,455	$ 1,208,208

CITY OF MEDICINE HAT
LAND SALES
STATEMENT OF CAPITAL FINANCING
FOR THE YEAR ENDED DECEMBER 31, 1986

FINANCES ACQUIRED		
TRANSFERS		
Transfer from Land Operating	$ 1,798,706	
Offsite Development Contributions	37,583	$ 1,836,289
TOTAL ACQUIRED		$ 1,836,289
FINANCES APPLIED		
RAW LAND DEVELOPMENT		
Legal Survey	$ 49,642	
Water Mains	83,778	
Water Pre-servicing	54,222	
Sewer Pre-servicing	32,678	
Domestic Sewers	94,366	
Storm Sewers	79,831	
Grading	45,726	
Street and Lane Construction	179,756	
Sidewalks, Curbs & Gutters	121,909	
Landscaping (Other Depts)	2,411	
Fencing	1,229	
Electric Underground	103,163	
Street Lighting	25,359	
Gas Mains	15,898	
PURCHASES		
Land and Properties	507,016	
TRANSFERS		
Public Works Capital	21,363	
Parks Capital	79,483	
To Reserves	338,459	1,836,289
TOTAL APPLIED		$ 1,836,289

CITY OF MEDICINE HAT
LAND SALES
STATEMENT OF EQUITY
FOR THE YEAR ENDED DECEMBER 31, 1986

EQUITY IN FIXED ASSETS

BALANCE JANUARY 1, 1986		$ 9,955,465
Add:		
1986 Land & Building Purchases	$ 507,016	
Addition to Raw Land Inventory	81,175	588,191
		10,543,656
Less:		
1986 Sales	148,633	148,633
BALANCE DECEMBER 31, 1986		$ 10,395,023

SCHEDULES & STATISTICS

CITY OF MEDICINE HAT

SCHEDULE A

GENERAL FUND
TAXES LEVIED & GRANTS IN LIEU
FOR THE YEAR ENDED DECEMBER 31, 1986

	1986	1985
TAXES AND GRANTS IN LIEU		
Real Property Taxes	$ 18,976,461	$ 18,046,151
Local Improvements	216,421	221,812
Mobile Home Fees	95,889	80,782
Downtown Revitalization	28,665	28,410
Power, Pipe & Cable TV	59,808	57,928
Federal Grants in Lieu	48,403	43,305
Provincial Grants in Lieu	1,003,830	847,084
Other Grants in Lieu	49,138	47,587
	20,478,615	19,373,059
DEDUCT: REQUISITIONS & TRANSFERS		
Provincial Planning Requisition	156,324	161,722
School Foundation Requisition	1,656,180	1,774,098
School Requisitions		
Medicine Hat Public School	7,387,036	6,811,433
Catholic Board of Education	2,205,899	2,121,279
Medicine Hat Hospital	68,562	68,135
Cypress View Foundation	235,785	155,858
Museum & Art Gallery	210,100	205,000
Library	552,705	462,570
Downtown Revitalization	27,500	25,000
	12,500,091	11,785,095
BALANCE FOR MUNICIPAL PURPOSES	7,978,524	7,587,964
LESS: Local Improvements	216,421	221,812
NET TAXES FOR MUNICIPAL PURPOSES	$ 7,762,103	$ 7,366,152

CITY OF MEDICINE HAT

CONTINUITY OF RESERVES
FOR THE YEAR ENDED DECEMBER 31, 1986

SCHEDULE B

	BALANCE JAN 1/86	TRANSFER TO RESERVES	TRANSFER FROM RESERVES	ADJUSTMENT (DECREASE)	BALANCE DEC 31/86
GENERAL - OPERATING RESERVES					
Encumbrance	$ 228,743	$	$	$ (29,451)	$ 199,292
100 Anniversary Float	17,234	6,141			23,375
Cultural Centre	260,999	6,117	211,205		55,911
Utilities Deposit	9,650				9,650
General Assessment	77,834	30,000			107,834
Centennial	19,254		9,781		9,473
Gravel Stock	542,888			(7,071)	535,817
Road Repairs CPR Derailment	2,375		2,375		0
SRS Assistance Res	438				438
R R A P	27,098		10,173		16,925
Rec Program Equipment	7,556	365			7,921
Economic Dev. Brochures		7,000			7,000
Emp Benefits Stabilization	238,504	69,225			307,729
	1,432,573	118,848	233,534	(36,522)	1,281,365
GENERAL - CAPITAL RESERVES					
Handicap Curbs	1,049				1,049
Computer Equipment	110,000	244,700			354,700
Cash In Lieu	295,703		24		295,679
Investment	2,496,266	512,039	672,268		2,336,037
Finance Equipment	762	10,000	2,536		8,226
Meter Readers Vehicles		5,000			5,000
Art Acquisitions		7,275			7,275
Stores Equipment	2,856	61,105	16,420		47,541
Police Equipment	51,444	92,300	112,445		31,299
Fire Equipment	29,909	1,800	22,166		9,543
Police Capital Expenditure	1,250		1,250		0
Social Planning Reserve	9,109				9,109
Parking	(127,226)	15,936			(111,290)
Public Works Equipment	256,519	147,869	250,868		153,520
Asphalt Plant	103,508	15,169			118,677
Garage Roof Repairs	67,500	25,500			93,000
Gloribus Reserve	20,100	6,200			26,300
Cemetery Equipment	29,742	10,615	23,179		17,178
Land Sales	931,412	338,459			1,269,871
Special Transit Study		2,610			2,610
Day Care Playground Equipment	180				180

CITY OF MEDICINE HAT

CONTINUITY OF RESERVES CONTINUED
FOR THE YEAR ENDED DECEMBER 31, 1986

	BALANCE JAN 1/86	TRANSFER TO RESERVES	TRANSFER FROM RESERVES	ADJUSTMENT (DECREASE)	BALANCE DEC 31/86
Day Care - CAP	225,730	71,722	94,648		202,804
Culture & Rec Mobile Equip.	50,228	20,123	17,134		53,217
Tennis Courts	2,899		2,899		0
Arena Equipment	16,750	4,000			20,750
Parks Equipment	37,470	212,485	22,940		227,015
River Valley Authority	11,263		11,263		0
Parks Study		5,700			5,700
CRC Master Plan	15,186		15,186		0
TOTAL - GENERAL	4,639,609	1,810,607	1,265,226		5,184,990
	6,072,182	1,929,455	1,498,760	(36,522)	6,466,355
ELECTRIC - CAPITAL					
Equipment	582,388	126,210	71,363		637,235
Production	780,000		85,031		694,969
Distribution	755,489				755,489
Incomplete Capital	1,694,959	391,652	864,213		1,222,398
Sinking Fund	8,635,051	558,699			9,193,750
	12,447,887	1,076,561	1,020,607		12,503,841
ELECTRIC - OPERATING					
Encumbrances	744,140	899,606		(744,140)	899,606
TOTAL - ELECTRIC	13,192,027	1,976,167	1,020,607	(744,140)	13,403,447
GAS - OPERATING					
Production	1,014,031		169,630		844,401
Distribution	161,323				161,323
P.G.R. Tax	6,394,392	665,876		(2,859,014)	4,201,254
Income Stabilization	472,667		472,667		0
Encumbrance Reserve	55,027	240,888		(55,027)	240,888
	8,097,440	906,764	642,297	(2,914,041)	5,447,866
GAS - CAPITAL					
Depletion	6,767,413	2,794,241	4,912,979		4,648,675
Equipment	14,923	91,436	61,827		44,532
Gas Flowback	622,533	68,479			691,012
Incomplete Capital	1,712,924	356,252	1,407,607		661,569
Debt Retirement	1,000,000		1,000,000		0
Oil Capital	167,145				167,145
TOTAL - GAS	10,284,938	3,310,408	7,382,413		6,212,933
	18,382,378	4,217,172	8,024,710	(2,914,041)	11,680,799

CITY OF MEDICINE HAT

CONTINUITY OF RESERVES CONTINUED

FOR THE YEAR ENDED DECEMBER 31, 1986

	BALANCE JAN 1/86	TRANSFER TO RESERVES	TRANSFER FROM RESERVES	ADJUSTMENT (DECREASE)	BALANCE DEC 31/86
WATER - CAPITAL					
Equipment	170,464	96,526	3,700		263,290
Incomplete Capital	19,268	15,451	19,268		15,451
	189,732	111,977	22,968		278,741
WATER - OPERATING					
Operating Reserves	680		680		0
Encumbrance	22,564	8,807		(22,564)	8,807
	23,244	8,807	680	(22,564)	8,807
TOTAL - WATER	212,976	120,784	23,648	(22,564)	287,548
SEWER					
Equipment (Capital)	11,408	28,403	11,408		28,403
Encumbrance (Operating)	17,450	5,706		(17,450)	5,706
TOTAL - SEWER	28,858	34,109	11,408	(17,450)	34,109
SOLID WASTE - OPERATING					
Encumbrance	1,616	2,185		(1,616)	2,185
TOTAL - SOLID WASTE	1,616	2,185		(1,616)	2,185
TRANSIT - CAPITAL					
Equipment	280,809	20,000	1,500		299,309
Incomplete Capital		3,770			3,770
	280,809	23,770	1,500		303,079
TRANSIT - OPERATING					
Encumbrance	7,269	1,483		(7,269)	1,483
TOTAL - TRANSIT	7,269	1,483		(7,269)	1,483
	288,078	25,253	1,500	(7,269)	304,562
GRAND TOTAL RESERVES	$ 38,178,115	$ 8,384,608	$ 10,660,118	$ (3,743,602)	$ 32,159,005

CITY OF MEDICINE HAT
SCHEDULE OF LONG TERM DEBT
AS AT DECEMBER 31, 1986

SCHEDULE C

DEBENTURE DEBT

	DECEMBER 31, 1986	DECEMBER 31, 1985
GENERAL FUND	$ 19,101,413	$ 17,545,291
UTILITIES		
- Electric	14,988,174	14,976,098
- Gas	5,293,548	3,270,859
- Water	8,018,970	7,095,065
- Sewer	6,206,099	6,301,938
- Garbage	97,967	121,377
	34,604,758	31,765,337
TOTAL DEBENTURE DEBT	53,706,171	49,310,628
OTHER DEBT		
Capitalized Lease Electric	15,150,126	16,349,411
Gas Field Bonds	19,179,000	24,332,000
TOTAL OTHER DEBT	34,329,126	40,681,411
TOTAL DEBT	$ 88,035,297	$ 89,992,039
DEBT PER CAPITA		
General Fund	$ 453	$ 421
Utilities	1,634	1,738
TOTAL	$ 2,087	$ 2,159

CITY OF MEDICINE HAT
ANALYSIS OF 1986 MILL RATE

	RESIDENTIAL			
	SINGLE FAMILY	APARTMENTS	COMMERCIAL & INDUSTRIAL	VACANT RESIDENTIAL & FARMLAND
MUNICIPAL				
General Purposes	5.619	7.993	12.438	10.240
	5.619	7.993	12.438	10.240
EDUCATION				
School Board Requisition	9.459	9.459	9.459	9.459
Provincial School Foundation Program			4.644	
	9.459	9.459	14.103	9.459
OTHER				
Cypress View Foundation	.254	.254	.254	.254
Provincial Planning Fund	.154	.154	.154	.154
Hospital District #69	.069	.069	.069	.069
	.477	.477	.477	.477
	15.555	17.929	27.018	20.176

CITY OF MEDICINE HAT
TAXES RECEIVABLE

	CURRENT YEARS LEVY	PRIOR YEARS ARREARS	TOTAL
BALANCE - JANUARY 1, 1986		$ 1,287,513	$ 1,287,513
ADD:			
Current Year's Levy	$ 20,373,036		20,373,036
Penalties	139,086	124,998	264,084
Utilities & Unpaid Weed Charges	18,755		18,755
Caveat Charges	544	7	551
	20,531,421	125,005	20,656,426
LESS:			
Collections	19,989,277	1,033,535	21,022,812
Prepayment Discount	22,379		22,379
Rebates & Cancellations	6,496	1,187	7,683
Adjustments to Penalties	7,637	3,182	10,819
	20,025,789	1,037,904	21,063,693
BALANCE - DECEMBER 31, 1986	$ 486,877	$ 393,369	$ 880,246